

State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA Division Director

July 2, 2008

GARY R. HERBERT Lieutenant Governor

> CERTIFIED RETURN RECEIPT 7005 2570 0000 4801 7383

Mike Dalley – Environmental Affairs Staker & Parsons Companies 151 West Vine Street Murray, Utah 84107

Subject: Proposed Reassessment for Notice of Violation, N07-58-02, Staker & Parsons

Companies, Beck Street Quarry, M0350019, Salt Lake County, Utah

Dear Mr. Dalley:

The undersigned has been appointed by the Division of Oil, Gas & Mining as the Assessment Officer for assessing penalties under State Rule R647-7. Enclosed is the re-assessed civil penalty for the above referenced Notice of Violation. The Notice of Violation was issued by Division Inspector, Beth Ericksen, on December 14, 2007. Rule R647-7-103 et. seq. has been utilized to formulate the re-assessed penalty for the violation. The assigned penalty for this violation, MC-2007-58-02 is \$0. The enclosed worksheet specifically outlines how the violation was re-assessed.

By these rules, any written information, which was submitted by you or your agent within fifteen (15) days of receipt of this Notice of Violation (NOV) has been considered in determining the facts surrounding the violation and the amount of penalty. Since this violation has been terminated, good faith was evaluated and good faith points were assigned.

- 1. If you wish to informally appeal the fact of the Violation, you should file a written request for an Informal Conference within thirty (30) days of receipt of this letter. This conference will be conducted by the Division Director, Associate Director or appointed Conference Officer. This Informal Conference is distinct from the Assessment Conference regarding the proposed penalty.
- 2. If you wish to review the proposed penalty assessment, you should file a written request for an Assessment Conference within thirty (30) days of receipt of this letter. If you are also requesting a review of the fact of violation, as noted in paragraph one, the assessment conference will be scheduled immediately following that review.



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If a timely request for review is not made, the fact of the violation will stand, the proposed penalty(ies) will become final, and the penalty(ies) will be due and payable within thirty (30) days of the final assessment.

Sincerely,

Lynn Kuneler Assessment Officer

WORKSHEET FOR ASSESSMENT OF PENALTIES DIVISION OF OIL, GAS & MINING Minerals Regulatory Program

COM	PANY	/ MINE	Staker & Parsons	Companies/ Beck Street PE	RMIT <u>M/035/0019</u>	
NOV	/ CO #	MN-	07-58-02			
RE-A	SSESS	MENT	DATE July 2,	2008		
ASSE	ESSME	NT OF	FICER Lynn Kun	zler		
I.	HISTORY (Max. 25 pts.) (R647-7-103.2.11)					
	A. Are there previous violations, which are not pending or vacated, which fall three (3) years of today's date?					
	PREV	VIOUS	VIOLATIONS	EFFECTIVE DATE	POINTS (1pt for NOV 5pts for CO)	
		none	9			
П.	<u>SERI</u>	<u>OUSN</u>	ESS (Max 45pts) (HISTORY POINTS 0	
	NOTE			points in Parts II and III, the	following apply:	
		1.		oplied by the inspector, the As each category where the violat		
		2.		nid-point of the category, the App or down, utilizing the inspecting documents.		
			an EVENT (A) or an points according t	Administrative (B) violation? o A or B)	Event	
	A.	<u>EVEN</u>				
		1.	What is the event	which the violated standard w	as designed to prevent?	
			Environmental H	arm/ Loss of reclamation/rev	egetation potential	

2. What is the probability of the occurrence of the event which a violated standard was designed to prevent? **PROBABILITY RANGE** None Unlikely 1-9 Likely 10-19 Occurred 20 ASSIGN PROBABILITY OF OCCURRENCE POINTS 0 PROVIDE AN EXPLANATION OF POINTS: No event has occurred. With the amended plans and compliance with these plans, it is unlikely this event will occur. 3. What is the extent of actual or potential damage? RANGE 0-25 In assigning points, consider the duration and extent of said damage or impact, in terms of area and impact on the public or environment. ASSIGN DAMAGE POINTS <u>0</u> PROVIDE AN EXPLANATION OF POINTS: There is no damage at this point, there is low potential for problems with the fines. However, it is expected that reasonable amendments can correct any potential problem with using fines for reclamation. ADMINISTRATIVE VIOLATIONS (Max 25pts) 1. Is this a POTENTIAL or ACTUAL hindrance to enforcement? NA RANGE 0-25 Assign points based on the extent to which enforcement is actually or potentially hindered by the violation. ASSIGN HINDRANCE POINTS N/A

PROVIDE AN EXPLANATION OF POINTS: ***

B.

TOTAL SERIOUSNESS POINTS (A or B) 0

DEGREE OF FAULT (Max 30 pts.) (R647-7-103.2.13) III.

Was this an inadvertent violation which was unavoidable by the exercise of A. reasonable care? IF SO--NO NEGLIGENCE; or, was this a failure of a permittee to prevent the occurrence of a violation due to indifference lack of diligence, or

lack of reasonable care, the failure to abate any violation due to the same or was economic gain realized by the permittee? IF SO--GREATER DEGREE OF FAULT THAN NEGLIGENCE.

No Negligence 0
Negligence 1-15
Greater Degree of Fault 16-30

STATE DEGREE OF NEGLIGENCE Negligence

ASSIGN NEGLIGENCE POINTS ___7__

PROVIDE AN EXPLANATION OF POINTS:

*** The inspector indicated that the operator had been notified of these issues through an October 4, 2007 inspection report. There was also a November 5, 2007 meeting where these issues were discussed. A prudent operator would understand the need to address these identified issues in a timely manner. However, the operator did not follow through on the issues which seems to demonstrate a lack of reasonable care or indifference to the requirements. The lack of reasonable care indicates some negligence, thus the assignment of points in the mid part of the negligence range.

IV. GOOD FAITH (Max 20 pts.) (R467-7-103.2.14)

(Either A or B) (Does not apply to violations requiring no abatement measures)

A. Did the operator have onsite, the resources necessary to achieve compliance of the violated standard within the permit area?

IF SO--EASY ABATEMENT

Easy Abatement Situation

• Immediate Compliance -11 to -20*
(Immediately following the issuance of the NOV)

• Rapid Compliance -1 to -10
(Permittee used diligence to abate the violation)

• Normal Compliance 0

(Operator complied within the abatement period required) (Operator complied with condition and/or terms of approved Mining and Reclamation Plan)

- *Assign in upper of lower half of range depending on abatement occurring the 1st or 2nd half of abatement period.
- B. Did the permittee not have the resources at hand to achieve compliance, or does the situation require the submission of plans prior to physical activity to achieve compliance?

IF SO--DIFFICULT ABATEMENT

Difficult Abatement Situation

• Rapid Compliance -11 to -20*
(Permittee used diligence to abate the violation)

Normal Compliance

(Operator complied within the abatement period required)

-1 to -10*

• Extended Compliance

(Permittee took minimal actions for abatement to stay within the limits of the NOV or the violated standard of the plan submitted for abatement was incomplete)
(Permittee complied with conditions and/or terms of approved Mining and Reclamation Plan)

EASY OR DIFFICULT ABATEMENT? difficult

ASSIGN GOOD FAITH POINTS __7

PROVIDE AN EXPLANATION OF POINTS:

*** This is considered to be a difficult abatement because it requires the collection of data and submission of plans to complete the abatement. Operator demonstrated normal compliance with the highwall issue and rapid compliance with the topsoil issue. Good Faith points were assigned at mid point of upper half of normal compliance range.

V. ASSESSMENT SUMMARY (R647-7-103.3)

NOT	ICE OF VIOLATION # MN-07-58-0	2
I.	TOTAL HISTORY POINTS	0
II.	TOTAL SERIOUSNESS POINTS	0
III.	TOTAL NEGLIGENCE POINTS	7
IV.	TOTAL GOOD FAITH POINTS	7
	TOTAL ASSESSED POINTS	0
	TOTAL ASSESSED FINE	\$ 0